

ORIGINAL



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SW-02573A-05-0843

Open

CUSTOMER NOTIFICATION

Kings Ranch Unit II Treatment Plant received approval for a rate increase by the Arizona Corporation Commission effective May 1, 2006. Attached is the revised schedule of rates and charges.

Philip Albino
Philip Albino, Owner

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2006 APR 28 A 8:45

AZ CORP COMMISSION
DOCUMENT CONTROL

COMPANY Kings Ranch Unit II Treatment Plant

DOCKET NO. SW-02573A-05-0843

DECISION NO. 68655

EFFECTIVE May 1, 2006

REVISED RATE SCHEDULE

MONTHLY USAGE CHARGE:

Flat Rate	\$95.00
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SERVICE CHARGES:

One-Time Establishment Fee per Unconnected Lot	\$5,000.00
Establishment	\$20.00
Reconnection (Delinquent)	\$20.00
Deposit	*
Deposit Interest (Per Annum)	*
Reestablishment (Within 12 Months)	**
NSF Check	\$15.00
Late Fee (Per Month)	1.50%
Deferred Payment (Per Month)	1.50%

* Per Commission rule A.A.C. R-14-2-603(B).

** Months off system times the monthly minimum per Commission rule A.A.C. R-14-2-603(D).

represents a viable alternative to current ownership. Absent creation of an improvement district, we expect the Company prior to its next rate case filing to take every possible action to bring its costs under control, while maintaining safe and reliable service. In its next rate case filing, we expect Staff to carefully scrutinize all of the Company's operations and provide recommendations as to how rates can be brought under control.

CONCLUSIONS OF LAW

1. Kings Ranch is a public service corporation within the meaning of Article XV of the Arizona Constitution and A.R.S. §§ 40-250, 40-251, 40-301 and 40-302.

2. The Commission has jurisdiction over Kings Ranch and of the subject matter of the application.

3. Notice of the application was provided in the manner prescribed by law.

4. The rates and charges authorized herein below are just and reasonable and should be approved without a hearing.

5. Staff's recommendations, as set forth in Findings of Fact Nos. 33 and 34 are reasonable and should be adopted.

ORDER

IT IS THEREFORE ORDERED that Kings Ranch Unit Treatment Plan is hereby directed to file on or before April 28, 2006 revised rate schedules setting forth the following rates and charges:

MONTHLY USAGE CHARGE:

Flat Rate	\$95.00
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SERVICE CHARGES:

One-Time Establishment Fee per Unconnected Lot	\$5,000.00
Establishment	\$20.00
Reconnection (Delinquent)	\$20.00
Deposit	*
Deposit Interest (Per Annum)	*
Reestablishment (Within 12 Months)	**
NSF Check	\$15.00
Late Fee (Per Month)	1.50%
Deferred Payment (Per Month)	1.50%

1 * Per Commission rule A.A.C. R-14-2-603(B).

2 ** Months off system times the monthly minimum per Commission rule A.A.C. R14-2-
3 603(D).

4 IT IS FURTHER ORDERED that the above rates and charges shall be effective for all service
5 provided on and after May 1, 2006.

6 IT IS FURTHER ORDERED that Kings Ranch Unit II Treatment Plant shall notify its
7 customers of the rates and charges authorized hereinabove and the effective date of same by means of
8 an insert in its next regular monthly billing.

9 IT IS FURTHER ORDERED that Kings Ranch Unit II Treatment Plant is hereby directed to
10 comply with the Staff recommendations set forth in Findings of Fact Nos. 33 and 34.

11 IT IS FURTHER ORDERED that Kings Ranch Unit II Treatment Plant shall file as a part of
12 its annual report, an affidavit with the Utilities Division attesting that the Company is current on
13 paying its property taxes in Arizona.

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IT IS FURTHER ORDERED that Staff shall contact representatives of the Kings Ranch Unit II Treatment Plant and its customers, within 60 days of this Decision, to determine if creation of a wastewater improvement district represents a viable alternative to current ownership. Absent creation of a wastewater improvement district, Kings Ranch Unit II Treatment Plant shall, prior to its next rate case filing, take every possible action to bring its costs under control, while maintaining safe and reliable service. In Kings Ranch Unit II Treatment Plant's next rate case filing, Staff shall carefully scrutinize all of King Ranch Unit II Treatment Plant's operations and provide recommendations as to how rates can be brought under control.

IT IS FURTHER ORDERED that this Decision shall become effective immediately.

BY ORDER OF THE ARIZONA CORPORATION COMMISSION.


CHAIRMAN


COMMISSIONER

COMMISSIONER


COMMISSIONER


COMMISSIONER

IN WITNESS WHEREOF, I, BRIAN C. McNEIL, Executive Director of the Arizona Corporation Commission, have hereunto set my hand and caused the official seal of the Commission to be affixed at the Capitol, in the City of Phoenix, this 12th day of April, 2006.


BRIAN C. McNEIL
EXECUTIVE DIRECTOR

DISSENT _____

DISSENT _____

YBK:mj